

GAMBLING CONTROL COMMISSION

2399 Gateway Oaks Drive, Suite 220 Sacramento, CA 95833-4231 (916) 263-0700 Phone (916) 263-0499 Fax www.cgcc.ca.gov JIM EVANS, CHAIRMAN PAULA LABRIE GARETH LACY TRANG TO

March 27, 2020

To: California Gambling Control Commission Cardroom Industry Members

Re: Response to Cardroom Industry Correspondence

The California Gambling Control Commission (Commission) understands and recognizes that the impact of the COVID-19 State of Emergency on California's controlled gambling industry is significant and ongoing. To that end, the Commission is working diligently to provide the industry relief from statutory and regulatory requirements that will clearly be difficult — if not impossible — for applicants and license holders to comply with during these unprecedented times. We are pleased to see that the industry has also made relief recommendations, many of which the Commission agrees with.

Our work on this most important relief project requires a certain process be followed, and that can take time. However, I can assure you the Commission is working on this effort daily.

In addition, in interest of providing clarification, any gambling establishment seeking to receive short-term loans from any federally or state-chartered lending institution or regulated bank or savings association does NOT require prior review or approval from the Bureau of Gambling Control or the Commission provided ownership interests in a Gambling Enterprise are not assigned or pledged.

Until such time we are able to outline the specific terms of the relief that will be provided to the cardroom and Third-Party Provider of Proposition Player Services industries, the Commission hopes this correspondence provides some ease during this very difficult time.

If you have any questions, please contact the Commission at 916-263-0700.

Thank you for your patience and understanding during this time. Stay healthy.

Sincerely,

STACEY LUNA BAXTER

Executive Director

cc: Stephanie Shimazu, Director, Bureau of Gambling Control